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SENATE BILL 356

48TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2007

INTRODUCED BY

Timothy Z. Jennings

AN ACT

RELATING TO TAXATION; ELIMINATING THE ADDITIONAL PENALTY FOR
INCORRECT REPORTING OF THE GROSS RECEIPTS TAX DEDUCTION FOR
RECEIPTS FROM HEALTH CARE PRACTITIONER SERVICES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 1. Section 7-1-71.2 NMSA 1978 (being Laws 2004,
Chapter 116, Section 3) is amended to read:

"7-1-71.2. PENALTY FOR INCORRECT REPORTING OF FOOD
DEDUCTION [~~OR HEALTH CARE PRACTITIONER SERVICES DEDUCTION~~].--A
taxpayer who claims a deduction pursuant to Section 7-9-92 [~~or~~
~~7-9-93~~] NMSA 1978 and fails to correctly report the amount of
the deduction to which the taxpayer is entitled shall pay a
penalty in the amount of the difference between the incorrect
deduction amount and the correct deduction amount multiplied by
twice the total local option tax rates in effect at the

.164415.1

underscored material = new
[bracketed material] = delete

underscored material = new
[bracketed material] = delete

1 taxpayer's business location for which the deduction was
2 claimed. This penalty shall be in addition to other applicable
3 penalties."

4 Section 2. EFFECTIVE DATE.--The effective date of the
5 provisions of this act is July 1, 2007.

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